

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02351A
Picacho Peak Water Company
7802 E. Escalante Rd.
Tucson AZ 85730

RECEIVED

MAR 29 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

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COMPANY INFORMATION

Company Name (Business Name) <u>Picacho Pest Water Co.</u>			
Mailing Address <u>7806 E Escudarte</u>			
<u>7806</u>	<u>AZ</u>	<u>85200</u>	
(City)	(State)	(Zip)	
<u>(520) 780-1234</u>	<u>(520) 780-1234</u>	<u></u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>SAME</u>			
(Street)			

(City)	(State)	(Zip)	

Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>DC Soaguna</u>			
(Name)		(Title)	
<u>PO Box 600</u>	<u>Picacho</u>	<u>AZ</u>	<u>85200</u>
(Street)	(City)	(State)	(Zip)
<u>(520) 780-1234</u>	<u>(520) 780-1234</u>	<u>(520) 631-8300</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: _____			
(Name)			

(Street)	(City)	(State)	(Zip)

Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: DAVID DUBO

(Name)

7976 E. 2nd St. Road, Tucson

(Street)

(City)

AZ

(State)

85710

(Zip)

(520) 244-2189

Telephone No. (Include Area Code)

(520) 244-2189

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: MORAN STONEY

(Name)

ATTN: STONEY WEND

7000 E. 2nd St. Suite 100, Phoenix, AZ

(Street)

(City)

(State)

(Zip)

(602) 244-2189

Telephone No. (Include Area Code)

(602) 244-2189

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☒ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Picocho Pest Water Company, Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	2860	0	2860
304	Structures and Improvements			
307	Wells and Springs	29,200	21,050	49,250
311	Pumping Equipment	614,069	414,618	199,451
320	Water Treatment Equipment	375	325	50
330	Distribution Reservoirs and Standpipes	15,132	12,162	2,970
331	Transmission and Distribution Mains	51,331	51,106	35,672
333	Services	59	540	112
334	Meters and Meter Installations	1,214	3,317	1,445
335	Hydrants	12,450	12,450	0
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	6,603	2,000	6,454
	TOTALS	726,069	154,071	711,897

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Picocho Peak Water Company, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	28,600		0
304	Structures and Improvements			
307	Wells and Springs	22,100	3.64	1,065
311	Pumping Equipment	64,060	4.19	2,685
320	Water Treatment Equipment	315	3.25	14
330	Distribution Reservoirs and Standpipes	15,135	.87	162
331	Transmission and Distribution Mains	8,450	4.26	359.5
333	Services	35	3.64	6.6
334	Meters and Meter Installations	4,260	2.11	90
335	Hydrants	1,450	2.11	150.9
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	6,105	6.67	440
	TOTALS	256,068	4.11	9,891

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 19,760.25	\$ 17,741
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 19,760.25	\$ 17,741
	FIXED ASSETS		
101	Utility Plant in Service	\$ 206,062	\$ 246,062
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	141,850	60,000
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 81,198.00	\$ 71,840
	TOTAL ASSETS	\$ 100,958.25	\$ 89,581

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	1,100	1,100
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1,100	\$ 1,100
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 83,644	\$ 78,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 84,744	\$ 79,100
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	15,337	16,481
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 100,081	\$ 95,581

COMPANY NAME Picocho Peak Water Company, Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 37,685	\$ 36,649
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 37,685	\$ 36,649
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	4117	3,001
618	Chemicals		
620	Repairs and Maintenance	100	8,974
621	Office Supplies and Expense	—	8
630	Outside Services	10,287	9,396
635	Water Testing	527	844
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	—	1,500
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	2935	
403	Depreciation Expense	929	7291
408	Taxes Other Than Income	70	286
408.11	Property Taxes	2379	2,154
409	Income Tax	—	45
	TOTAL OPERATING EXPENSES	\$ 29,706	\$ 35,479
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(4368)	(1110)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (4368)	\$ (1110)
	NET INCOME/(LOSS)	\$ 3611	\$ (2,960)

COMPANY NAME Picacho Pest Water Company Inc

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	11/15/79			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 200,000	\$	\$	\$
Amount Outstanding	\$ 716,522	\$	\$	\$
Date of Maturity	2020			
Interest Rate	5.9%			
Current Year Interest	\$ 4,110	\$	\$	\$
Current Year Principle	\$ 7,482	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME

Pinalojo Pools Water Company, Inc.

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
663405	10	611	12"			
663406	10	82	12"			

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	2		
10	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	5,000	2

COMPANY NAME

Picacho Peak Water Company, Inc.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME: Provo's Peak Water Supply, Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	12	599,343	599,343
FEBRUARY	12	559,368	559,368
MARCH	12	597,399	597,399
APRIL	12	590,159	590,159
MAY	12	489,134	489,134
JUNE	12	408,348	408,348
JULY	12	1107,311	1107,311
AUGUST	12	1127,321	1127,321
SEPTEMBER	12	223,522	223,522
OCTOBER	12	415,561	415,561
NOVEMBER	12	473,523	473,523
DECEMBER	12	212,280	212,280
TOTAL		N/A	5,751,871

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes ☐ No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 0.022 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Pineapple Pearl Water, Inc. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

5th in negotiation with court, over valuation.

COMPANY NAME Picar, & Peck Water Co., Inc.

YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0State Taxable Income Reported 0
Estimated or Actual State Tax Liability 45

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

David Dase
SIGNATURE3-24-04
DATEDavid Dase
PRINTED NAMECRA
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

MAR 29 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pinal</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Accountant</u>
COMPANY NAME	<u>Picacho Food Mart Company Inc.</u>

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 36,649

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1,893
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

David Case
SIGNATURE OF OWNER OR OFFICIAL
520-790-0128
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

March 24, 2004

DAY OF

Notary Public State of Arizona

(SEAL)



Pima County
Carol A. Ryberg

Expires December 15, 2006

COUNTY NAME	<u>Pinal</u>
MONTH	<u>March</u>
	<u>2004</u>

Carol A. Ryberg
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAR 29 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

(COUNTY NAME) <u>Pinal</u>	
NAME (OWNER OR OFFICIAL) <u>Accountant</u>	TITLE
COMPANY NAME <u>Energy Real Estate Service</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

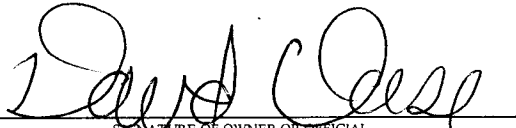
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>1,600</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1,600
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS March 24, 2004 DAY OF

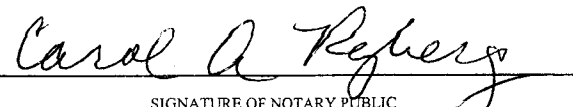
(SEAL)



Notary Public State of Arizona
Pima County
Carol A. Ryberg
Expires December 15, 2006

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	20

X 
SIGNATURE OF NOTARY PUBLIC